

E

CBO's Economic Projections for 2005 to 2015

Year-by-year economic projections for 2005 to 2015 are shown in the accompanying tables (by calendar year in Table E-1 and by fiscal year in Table E-2). The Congressional Budget Office did not try to explicitly incorporate cyclical fluctuations into its projections for years after

2006. Instead, the projected values shown in the tables for 2007 through 2015 reflect CBO's assessment of average values for that period—which take into account the potential ups and downs of the business cycle.

Table E-1.**CBO's Year-by-Year Forecast and Projections for Calendar Years 2005 to 2015**

	Estimated 2004	Forecast		Projected								
		2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Nominal GDP (Billions of dollars)	11,730	12,396	13,059	13,766	14,486	15,210	15,940	16,680	17,437	18,221	19,031	19,861
Nominal GDP (Percentage change)	6.6	5.7	5.3	5.4	5.2	5.0	4.8	4.6	4.5	4.5	4.4	4.4
Real GDP (Percentage change)	4.4	3.8	3.7	3.7	3.4	3.1	2.9	2.8	2.7	2.7	2.6	2.5
GDP Price Index (Percentage change)	2.1	1.8	1.5	1.7	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8
Consumer Price Index ^a (Percentage change)	2.7	2.4	1.9	2.1	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2
Employment Cost Index ^b (Percentage change)	2.7	3.1	3.3	3.3	3.3	3.3	3.3	3.3	3.3	3.3	3.3	3.3
Unemployment Rate (Percent)	5.5	5.2	5.2	5.2	5.2	5.2	5.2	5.2	5.2	5.2	5.2	5.2
Three-Month Treasury Bill Rate (Percent)	1.4	2.8	4.0	4.6	4.6	4.6	4.6	4.6	4.6	4.6	4.6	4.6
Ten-Year Treasury Note Rate (Percent)	4.3	4.8	5.4	5.5	5.5	5.5	5.5	5.5	5.5	5.5	5.5	5.5
Tax Bases (Billions of dollars)												
Corporate book profits	984	1,331	1,222	1,233	1,275	1,320	1,349	1,390	1,438	1,499	1,566	1,635
Wages and salaries	5,346	5,665	5,979	6,309	6,646	6,982	7,317	7,655	8,000	8,355	8,721	9,096
Tax Bases (Percentage of GDP)												
Corporate book profits	8.4	10.7	9.4	9.0	8.8	8.7	8.5	8.3	8.2	8.2	8.2	8.2
Wages and salaries	45.6	45.7	45.8	45.8	45.9	45.9	45.9	45.9	45.9	45.9	45.8	45.8

Sources: Congressional Budget Office; Department of Commerce, Bureau of Economic Analysis; Department of Labor, Bureau of Labor Statistics; Federal Reserve Board.

Note: Percentage change is year over year.

a. The consumer price index for all urban consumers.

b. The employment cost index for wages and salaries only, private-industry workers.

Table E-2.**CBO's Year-by-Year Forecast and Projections for Fiscal Years 2005 to 2015**

	Estimated 2004	Forecast		Projected								
		2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Nominal GDP (Billions of dollars)	11,553	12,233	12,888	13,586	14,307	15,029	15,757	16,494	17,245	18,023	18,826	19,652
Nominal GDP (Percentage change)	6.6	5.9	5.4	5.4	5.3	5.0	4.8	4.7	4.6	4.5	4.5	4.4
Real GDP (Percentage change)	4.6	3.8	3.7	3.8	3.5	3.2	3.0	2.8	2.7	2.7	2.6	2.6
GDP Price Index (Percentage change)	1.9	2.0	1.6	1.6	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8
Consumer Price Index ^a (Percentage change)	2.3	2.8	1.9	2.1	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2
Employment Cost Index ^b (Percentage change)	2.7	3.1	3.3	3.3	3.3	3.3	3.3	3.3	3.3	3.3	3.3	3.3
Unemployment Rate (Percent)	5.6	5.3	5.2	5.2	5.2	5.2	5.2	5.2	5.2	5.2	5.2	5.2
Three-Month Treasury Bill Rate (Percent)	1.1	2.4	3.8	4.5	4.6	4.6	4.6	4.6	4.6	4.6	4.6	4.6
Ten-Year Treasury Note Rate (Percent)	4.3	4.6	5.3	5.5	5.5	5.5	5.5	5.5	5.5	5.5	5.5	5.5
Tax Bases (Billions of dollars)												
Corporate book profits	970	1,257	1,247	1,223	1,264	1,311	1,342	1,378	1,426	1,483	1,549	1,614
Wages and salaries	5,279	5,584	5,900	6,225	6,562	6,898	7,233	7,570	7,912	8,265	8,629	9,002
Tax Bases (Percentage of GDP)												
Corporate book profits	8.4	10.3	9.7	9.0	8.8	8.7	8.5	8.4	8.3	8.2	8.2	8.2
Wages and salaries	45.7	45.7	45.8	45.8	45.9	45.9	45.9	45.9	45.9	45.9	45.8	45.8

Sources: Congressional Budget Office; Department of Commerce, Bureau of Economic Analysis; Department of Labor, Bureau of Labor Statistics; Federal Reserve Board.

Note: Percentage change is year over year.

a. The consumer price index for all urban consumers.

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